UTAH OIL AND GAS CONSERVATION COMMISSION FILE_X REMARKS WELL LOG ELECTRIC LOGS WATER SANDS LOCATION INSPECT SUB. REPORT/abd. DATE FILED AUGUST 11, 1998 LAND: FEE & PATENTED STATE LEASE NO. UTU-74480 PUBLIC LEASE NO. INDIAN DRILLING APPROVED: AUGUST 19, 1998 SPUDDED IN: COMPLETED: PUT TO PRODUCING: INITIAL PRODUCTION: GRAVITY A.P.J. GOR: PRODUCING ZONES: TOTAL DEPTH WELL ELEVATION:

DATE ABANDONED:

COUNTY: UINTAH WELL NO. A. FED. H 42 - 20LOCATION

NATURAL BUTTES

ANTELOPE

20

FIELD:

UNIT:

10S

24E

API

43-047-33170 NO.

290 FEL FT. FROM (E) (W) LINE. SE NE 20 1/4 - 1/4 SEC.

TWP. RGE. SEC. **OPERATOR** TWP.

SEC. **OPERATOR**

1482 FNL FT. FROM (N) (S) LINE,

RGE.

LONE MOUNTAIN PROD.

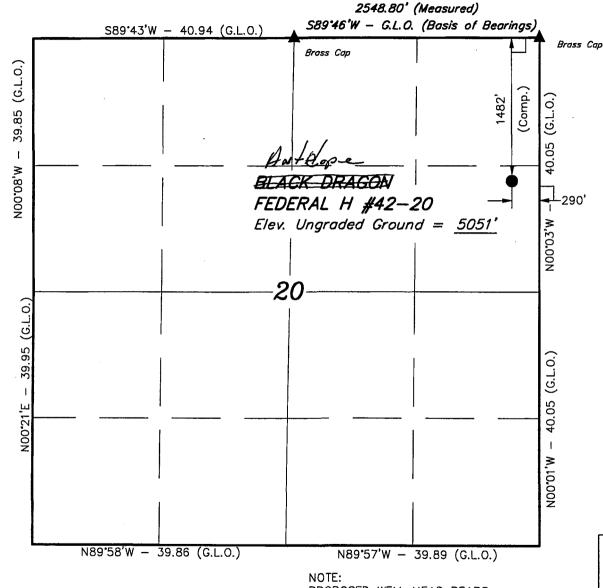
(formed)*9-331c)

DEPARTMENT OF THE INTERIOR

5. LEASE DESIGNATION AND SERIAL NO.

| | BUREA | NU OF LAND M | IAN AGEME | NT | | | | UTU-7 | 4480 |
|---|---------------------------------|--|-------------------|------------------------|--------------|-----------------------------|-------------------|---------------------------------------|-----------------------|
| APPLICATI | ON FOR PER | MIT TO DR | ILL, DE | EPEN, OR | PLUC | BACK | 6. IF INDIAN, AL | LOTTEE C | OR TRIBE NAME |
| 1a TYPE OF WORK DRILI | J | | | | | | | NA | |
| B TYPE OF WELL | | DEEPEN | | PLUG BA | CK [| | | Antelo | pe |
| 1 1 | GAS VELL X | OTHER | SINGLE ZONE | MULTIPLE ZON | E | x | 8. FARM OR LE | ase name NA | |
| 2. NAME OF OPERATOR | Acresia Dec | | | , , , | | | 9. WELL NO. | | |
| 3. ADDRESS OF OPERATO | Mountain Prod | uction Com | pany | | | | | | . H 42-20 |
| P.O. B | ox, 3394, Billir | | | 6-245-5077 | | | 10. FIELD OR L | EASE NAM | E · |
| 4. LOCATION OF WELL (Re at surface | | accordance with any Si NL, 290' FEI | | SE/NE | | | 11. Sec., T., R., | | K |
| At proposed prod. Zone | 452 | 48 | - | SEME | | | AND SURVEY O | | S, R24E |
| 14. DISTANCE IN MILES AN | ID DIRECTION FROM NEA | REST TOWN OR PO | ST OFFICE* | | | | 12. COUNTY O | | |
| 15. DISTANCE FROM PRO | | s south of B | | | | | Uintah | | Utah |
| LINE, FT. (Also to nearest d | | PROP. OR LEASE | 16. NO. OF ACR | RES IN LEASE | | 17. NO. OF ACE TO THIS W | | | |
| | | 290' | 14. | 480 | | · | 40 | | |
| 16. DISTANCE FROM PROF TO NEAREST WELL, DRILL | | | 19. PROPOSED | DEPTH | | 20. ROTARY OF | R CABLE TOOLS | 3 | |
| OR APPLIED FOR, ON THIS | | NA | | 5,500' | | | Rotary | | |
| 21. ELEVATION (SHOW W | HETHER Dr. RT, GR, etc.) | 5051' GR | | | | | 22. APPROX. D | | K WILL START 1, 1998 |
| | | PROPOSED CA | SING AND C | EMENT PROG | RAM | | | | |
| 12 1/4 | SIZE OF CASING 9 5/8 | WEIGHT PER FOO | | ING DEPTH | | | Y OF CEMENT | | |
| 7 7/8 | 4 1/2 | 11.6 | | T.D. | | To Su | nt top to | | |
| | Operator reque | attached 10 | Point and | 13 Point Su | rface l | Jse Plan. | | | 61313.8 WH22123.8 |
| | If you require a | idditional int | ormation | piea se conta | ict: | 5 | NE (C) | 777 | 3000 |
| | William Ryan | | | | | - 111) | | | MEIN |
| | 350 S., 800E. | | | | | 1151 | | | |
| | Vernal, Utah | | | | | 17101 | AUG | 1 1 19 | 398 // |
| | 435-789-0968 | | | | | ات |) | - | |
| | | | | | | DIV. | OF OIL, | GAS a | & MINING |
| IN ABOVE SPACE DESCRI | IBE PROPOSED PROGRA | M: If proposed in to de | spen or plug back | K, give data on propos | ed productiv | e zone and nor | socod naw | | |
| productive zone. If proposal blowout preventer program, | is to driff or deepen direction | nal, give pertinent data | on subsurface lo | cation and measure a | nd true vert | ical depths. Giv | 8 | | |
| 24 | (a)ille: | 11 1 | | | - | | | · · · · · · · · · · · · · · · · · · · | |
| SIGNATURE | William A R | yan () | TITLE | Agent | | | DATE | July 2 | 7, 1998 |
| (This space for Fe | oderai of State Office (ISe) | | | | | | | | |
| PERMIT NO. | 43-047-3 | 31,70 | W-0-411.7 | APPROVAL DA | | | | | |
| APPROVED BY CONDITIONS OF APPROV | | | . TITLERE | BRADLE' CLAMATION | | | DATE | 8/19 | 98 |
| Federal Appro Action is Nec | | 7 | | | | | | , | · · |

T10S, R24E, S.L.B.&M.



LEGEND:

__ = 90. SAMBOL

= PROPOSED WELL HEAD.

= SECTION CORNERS LOCATED.

NOTE: PROPOSED WELL HEAD BEARS S11°00'46"W 1510.71' FROM THE NORTHEAST CORNER OF SECTION 20, T10S, R24E, S.L.B.&M.

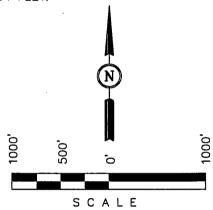
LATITUDE = 39*56'16" LONGITUDE = 109*13'45"

LONE MOUNTAIN PRODUCTION

Well location, ELACK DRAGON FEDERAL H #42-20, loated as shown in the SE 1/4 NE 1/4 of Section 20, T10S, R24E, S.L.B.&M. Uintah County Utah.

BASIS OF ELEVATION

SPOT ELEVATION LOCATED IN THE SE 1/4 OF SECTION 27, T10S, R24E, S.L.B.&M. TAKEN FROM THE SOUTHAM CANYON, QUADRANGLE, UTAH, UINTAH COUNTY, 7.5 MINUTE QUAD. (TOPOGRAPHIC MAP) PUBLISHED BY THE UNITED STATES DEPARTMENT OF THE INTERIOR, GEOLOGICAL SURVEY. SAID ELEVATION IS MARKED AS BEING 5804 FEET.



CERTIFICATE

THIS IS TO CERTIFY THAT THE ABOVE PLAT WAS PRESENTED FROM FIELD NOTES OF ACTUAL SURVEYS MADE BY ME OR UNDER NO SUPERVISION AND THAT THE SAME ARE TRUE NO CORRECT TO THE BEST OF MY KNOWLEDGE AND BELIEF.

REGISTERED FAND SURVEYOR REGISTRATION NO. 161319KA

UINTAH ENGINEERING & LAND SCRIPTION 85 SOUTH 200 EAST - VERNAL, UTAH 84078

(435) 789-1017

| SCALE 1" = 1 | 000' | | DATE SURVEYED: 06-08-98 | DATE DRAWN: 06-15-98 |
|-----------------|------|--------|----------------------------|-------------------------|
| PARTY K.K. | T.A. | D.R.B. | REFERENCES G.L.O. PLA | \T |
| WEATHER | | | FILE | |
| WAR | Л | | LONE MOUNTA | IN PRODUCTION |

Ten Point Plan

Lone Mountain Prod., Co.

A. Fed. H 42-20

Surface Location SE 1/4, NE 1/4, Section 20, T. 10 S., R. 24 E.

1. Surface Formation:

Green River

2. Estimated Formation Tops and Datum:

| <u>Formation</u> | <u>Depth</u> | <u>Datum</u> |
|---------------------|--------------|--------------|
| Green River | Surface | +5,051' G.L. |
| Oil Shale | 100 | +4,950 |
| Wasatch | 2,076 | +3,040 |
| Mesaverda formation | 3'761 | +1,290 |
| T.D. | 5,500 | +-449 |

3. Producing Formation Depth:

Formation objective includes the Wasatch and its sub-members.

Off Set Well Information:

Off set well: None

4. Proposed Casing:

| Hole | Casing | Grade | Setting | Casing | |
|-------------|--------|------------|----------|--------|----------|
| <u>Size</u> | Size | Weight/Ft. | & Tread | Depth | New/Used |
| 12 1/4 | 9 5/8 | 36 | J-55/STC | 300 | New |
| 7 7/8 | 4 1/2 | 11.6 | J-55/LTC | T.D. | New |

Cement Program:

| Casing <u>Size</u> | Cement Type | Cement Amount | Cement <u>Yield</u> | Cement Weight |
|-----------------------|---|------------------|------------------------|-------------------|
| 9 5/8 | Class "G" 2% Calcium 1/4 #/sk. Cello Flake | 150 sks. +/- | 1.16 cu, ft./sk. | 15.82 lbs./gal. |
| 4 ½ Lead. | Class "G" 3% salt 16% gel (Bentonite) 2% WR15 .4 lbs./sk. FL 25 | 205 sks. +/- | 3.91 cu. ft./sk. | 11.0 lbs./gal. |
| Tail | Class "G" 10% salt | 540 sks. +/- | 1.44 cu. ft./sk | . 15.23 lbs./gal. |

5. BOP and Pressure Containment Data:

10% gel .1% R-3 .4 FL-25

The anticipated bottom hole pressure will be less than 3000 psi.

A 3000-psi WP BOP system as described in the BOP and Pressure Containment Data (attached) will be installed and maintained from the 9 5/8" surface casing. The BOP system including the casing will be pressure tested to the minimum standards set forth in "On Shore Order #2". The BOP will be mechanically checked daily during the drilling operation.

6. Mud Program:

| | Mud weight | Viscosity | Fluid Loss | | |
|-----------------|------------------|-----------|--------------------------|-------|----------|
| <u>Interval</u> | <u>lbs./gal.</u> | Sec. | <u>/Qt.</u> <u>Ml/30</u> | Mins. | Mud Type |
| 0-300 | Air/Clear Water | ~~~ | No Control | Water | /Gel |
| 300-2500 | Clear Water | | No Control | Water | /Gel |
| 2500-T.D. | 8.4-8.6 | 30 | 8-10 | Water | /Gel |

7. Auxiliary Equipment:

Upper Kelly cock, full opening stabbing valve, 2 1/2" choke manifold and pit level indicator.

8. Testing, Coring, Sampling and Logging:

a) Test:

None are anticipated.

b) Coring:

There is the possibility of sidewall coring.

c) Sampling:

Every 10' from 2000' to T.D.

d) Logging:

Type

Interval

DLL/SFL W/GR and SP

T.D. to Surf. Csg

FDC/CNL W/GR and CAL

T.D. to Surf. Csg

9. Abnormalities (including sour gas):

No abnormal pressures, temperatures or other hazards are anticipated. Oil and gas shows are anticipated in the Wasatch Formation. Other wells drilled in the area have not encountered over pressured zones or H2S.

10. Drilling Schedule:

The anticipated starting date is September 1, 1998. Duration of operations expected to be 30 days.

LONE MOUNTAIN PRODUCTION COMPANY 13 POINT SURFACE USE PLAN

FOR WELL

ANTELOPE FED. H 42-20

LOCATED IN

SE 1/4, NE 1/4

SECTION 20, T. 10 S., R. 24 E., U.S.B.&M.

UINTAH COUNTY, UTAH

LEASE NUMBER: UTU-74480

SURFACE OWNERSHIP: FEDERAL

1. Existing Roads

To reach the Lone Mountain Production Co. well Antelope Fed. H 42-20, in Section 20, T 10 S, R 24 E, from Bonanza, Utah:

Starting in Bonanza, Utah: proceed south on the paved road for 5.7 miles.

Turn south (left) on the Southan Canyon road (dirt road). Proceed southwest 6.6 miles.

Turn north (right) on the existing oil field service road. Proceed .5 miles to the proposed location.

All existing roads to the proposed location are State or County Class D roads. Except for the last .5 miles.

Please see the attached map for additional details.

2. Planned access road

No new road construction will be required for the proposed well location.

Please see the attached location plat for additional details.

A right of way will not be required for the access road. The pipeline will not require a right-of-way. The proposed access road and pipeline are within the Antelope Unit.

3. Location of existing wells

The following wells are located within a one mile radius of the location site.

A) Producing well

None

| B) Water well | None |
|--------------------------------|------|
| C) Abandoned well | None |
| D) Temp. abandoned well | None |
| E) Disposal well | None |
| F) Drilling/Permitted well | None |
| G) Shut in wells | None |
| H) Injection well | None |
| I) Monitoring or observation v | well |
| _ | None |

Please see the attached map for additional details.

4. Location of tank batteries, production facilities, and production gathering service lines.

All production facilities are to be contained within the proposed location site. Please see the attached plat plan for a typical gas well separator installation and well site piping.

All permanent (on site for more than six months or longer) structures constructed or installed will be painted a Juniper Green color. Facilities required to comply with O.S.H.A. (Occupational Safety and Health Act) will be excluded. The required paint color is Juniper Green.

All tanks will be surrounded by a dike of sufficient capacity to contain the storage capacity of the largest tank in the battery. The integrity of the dike will be maintained.

The operator will adhere to all site security guidelines and regulations identified in 43 cfr 3126.7.

All off lease storage, off lease measurement, commingling on lease or off lease, of production, will have prior written approval from the authorized officer.

If the well is capable of economic production a surface gas gathering pipeline will be required.

Approximately 2,600' of 2"or 4" gathering line would be constructed on Federal lands. The line would tie into an existing line.

Please see the attached location diagrams for pipe line location. There will be no additional surface disturbances required for the installation of a gathering line. The pipeline will be welded on location and pulled on the access road to the tie in point. The line will then be boomed off to the side of the road.

The gas meter run will be located within 500' of the well head. The gas line will be buried or anchored down from the well head to the meter. Meter runs will be housed and/or fenced.

The gas meter will be calibrated and the tank strapped in place prior to any deliveries. Tests for meter accuracy will be conducted monthly for the first three months on new meter installations and at least quarterly thereafter. The authorized officer will be provided with a date and time for the initial meter calibration and all future meter proving schedule. A copy of the meter calibration report will be submitted to the BLM's Vernal District office. All measurement facilities will conform to API (American Petroleum Institute) and AGA (American Gas Association)

standards for gas and liquid hydrocarbon measurement.

5. Location and type of water supply

Water for drilling and cementing the subject well will be hauled by truck from the White River. The take out point will be at the Bonanza Bridge. The water will be from American Gilsonites permit. Water for completion will come from the same supply or Vernal City.

6. Source of construction materials

All construction material for this location site and access road shall be borrow material accumulated during construction of the location site and access road. Additional road gravels or pit lining material will be obtained from private sources.

7. Methods for handling waste disposal

A) Pit construction and liners:

The reserve pit will be approximately 10 ft. deep and most of the depth shall be below the surface of the existing ground. Please see the attached plat for details.

The reserve pit will not be lined unless the pit is blasted or soil conditions would warrant a pit liner.

The reserve pit will not be used to store water for drilling. A semi-closed system will be used to drill the well. All fresh water for drilling will come from a frac tank placed on location and from the rig tank. The pit will be used to hold non-

flammable materials such as cuttings, salt, drilling fluids, chemicals, produced fluids, etc.

B) Produced fluids:

Produced water will be confined to the reserve pit, or if deemed necessary, a storage tank for a period not to exceed 90 days after initial production. During the 90 days an application will be submitted to the authorized officer for approval for a permanent disposal method and location.

C) Garbage:

A trash cage fabricated from expanded metal will be used to hold trash on location and will be removed to an authorized land fill location.

D) Sewage:

A portable chemical toilet will be supplied for human waste.

E) Site clean up:

After the rig is moved off the location the well site area will be cleaned and all refuse removed.

8. Ancillary facilities

There are no ancillary facilities planned at this time and none are foreseen for the future.

9. Well-site layout

Location dimensions are as follow:

A) Pad length 325 ft.

| B) Pad width | 155 ft. |
|-------------------------|----------------|
| C) Pit depth | 10 ft. |
| D) Pit length | 180 ft. |
| E) Pit width | 50 ft. |
| F) Max cut | 15.2 ft. |
| G) Max fill | 9.1 ft. |
| H) Total cut yds. | 8,840 cu. yd's |
| I) Pit location | south side |
| J) Top soil location | west end |
| K) Access road location | |
| | east end |

Please see the attached location diagram for additional details.

corner B

L) Flare pit

All pits will be fenced according to the following minimum standards:

- A) Thirty nine inch net wire shall be used with at least one strand of wire on top of the net wire. Barbed wire is not necessary if pipe or some type of reinforcement rod is attached to the top of the entire fence.
- B) The net wire shall be no more than 2 inches above the ground. The barbed wire shall be 3 inches above the net wire. Total height of the fence shall be at least 42 inches.
- C) Corner posts shall be cemented and/or braced in such a manner to keep the fence tight at all times.
- D) Standard steel, wood or pipe posts shall be used between the corner braces. Maximum distance between any two posts shall be no greater than 16 ft.
- E) All wire shall be stretched by using a stretching device before it is attached to the corner posts.

A subsoil stock pile will be placed north of the access road between the road and corner #8

10. Plans for restoration of the surface

Prior to construction of the location, the top 6 inches of soil material will be stripped off the location and the pit area. The topsoil removed and piled will amount to approximately 1,000 cubic yards of material. Topsoil will be stockpiled in two distinct piles (location topsoil, pit topsoil). Placement of the topsoil is noted on the attached location plat. The location topsoil pile will be seeded as soon as the soil is stock piled with the seed mix listed. When all drilling and completion activities have been completed and the pit back-filled the pit topsoil will be spread on the pit area. The pit area will be seeded with the listed seed mix when the pit topsoil has been spread. The unused portion of the location (the area outside the dead men.) will be recontoured

The dirt contractor will be provided with an approved copy of the surface use plan prior to construction activities.

A small diversion structure will be constructed above the location. A small ditch will be used to divert water to the north end of the location.

Corner 6 will be rounded and a small burm constructed to keep water off the location.

Prior to back filling the pit the fences around the reserve pit will be removed.

The reserve pit will be reclaimed within 90 days of well completion. If the

reserve pit has not dried sufficiently to allow back filling, an extension on the time requirement for back filling the pit will be requested. Once reclamation activities have begun, they shall be completed within 30 days.

After the reserve pit has been reclaimed, no depressions in the soil covering the reserve pit will be allowed. The objective is to keep seasonal rainfall and run off from seeping into the soil used to cover the reserve pit. Diversion ditches and water bars will be used to divert run off as needed. Please see the attached plats.

When restoration activities have been completed, the location site and new access road cuts and shoulders shall be reseeded. Prior to reseeding, all disturbed areas will be scarified and left with a rough surface.

A) Seeding dates:

Seed will be spread when the topsoil is stock piled and when reclamation work is performed.

The seed mix and quantity list will be used whether the seed is broadcast or drilled.

B) Seed Mix

| Four wing salt brush | 4#/acre |
|-------------------------|---------|
| Shad scale | 2#/acre |
| Needle & thread grass | 3#/acre |
| Thick spike wheat grass | 3#/acre |

At such time as the well is plugged and abandoned the operator will submit a surface reclamation plan to the surface management agency for prescribed seed mixture and reseeding requirements.

11. Surface ownership:

Access road

Federal

Location

Federal

Pipe line

Federal

12. Other information

A) Vegetation:

The vegetation coverage is slight. The majority of the existing vegetation consists of sagebrush. Rabbit brush, bitter brush and Indian rice grass are also found on the location.

B) Dwellings:

There are no dwellings or other facilities within a one mile radius of the location.

C) Archeology:

The location has not been surveyed. A copy of that survey will be forwarded to your office.

If, during operations, any archaeological or historical sites, or any objects of antiquity (subject to the antiquities act of June 8, 1906) are discovered, all operations which would effect such sites will be suspended and the discovery reported promptly to the surface management agency.

D) Water:

The nearest water is the White River located .5 miles to the north.

E) Chemicals:

No pesticides, herbicides or other possible hazardous chemicals will be used without prior application.

F) Notification:

a) Location construction

At least forty eight (48) hours prior to construction of location and access roads

b) Location completion

Prior to moving on location of the drilling rig.

c) Spud notice

At least twenty-four (24) hours prior to spudding the well.

d) Casing string and cementing At least twenty-four (24) hours prior to running casing and cementing all casing strings.

e) BOP and related equipment tests

At least twenty-four (24) hours prior to initial pressure tests.

f) First production notice
Within five (5) business days
after the new well begins, or
production resumes after well has
been off production for more than
ninety 90 days.

H) Flare pit:

The flare pit will be located in corner B of the reserve pit out side the pit fence and 100 feet from the bore hole on the south side of the location. All fluids will be removed from the pit within 48 hours of occurrence.

13. Lessees or Operator's representative and certification

A) Representative

William A. Ryan

Rocky Mountain Consulting 350 South 800 East Vernal, Utah 84078

Office

435-789-0968

Fax

435-789-0970

Cellular

435-828-0968

All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, onshore oil and gas orders, the applicable laws, regulations, and any applicable notices to lessees. The operator is fully responsible for the actions of his subcontractors. A copy of these conditions will be furnished to the field representative to ensure compliance.

This drilling permit will be valid for a period of one year from the date of approval. After permit termination, a new application will be filed for approval for any future operations.

B) Certification

I hereby certify that I, or persons under my direct supervision, have inspected the proposed drill-site and access route, that I am familiar with the conditions which presently exist, that the statements made in this plan are, to the best of my knowledge and belief, true and correct, and that the work associated with the operation proposed herein will be performed

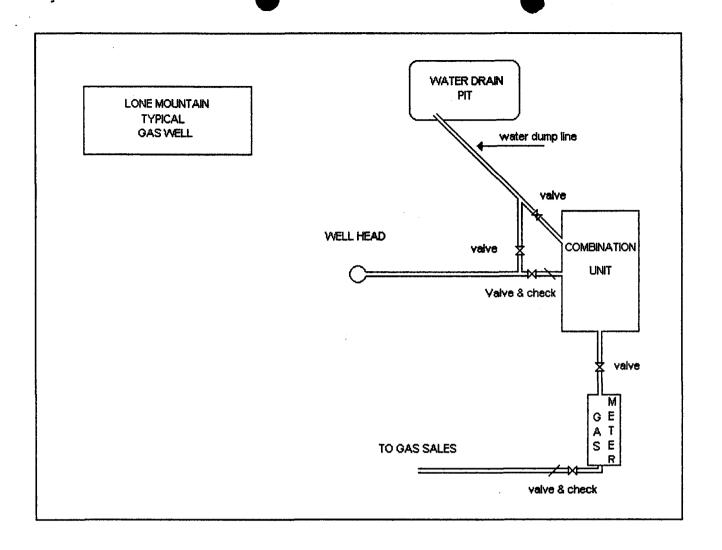
by Lone Mountain Production
Company and its contractors and
subcontractors in conformity with
this plan and terms and conditions
with this plan and the terms and
conditions under which it is
approved.

Date Quly 31 1998

William A. Ryan, Agent Rocky Mountain Consulting

Onsite Date: June 17, 1998

Bill Ryan Byran Tolman Steve Matson Steve Strong



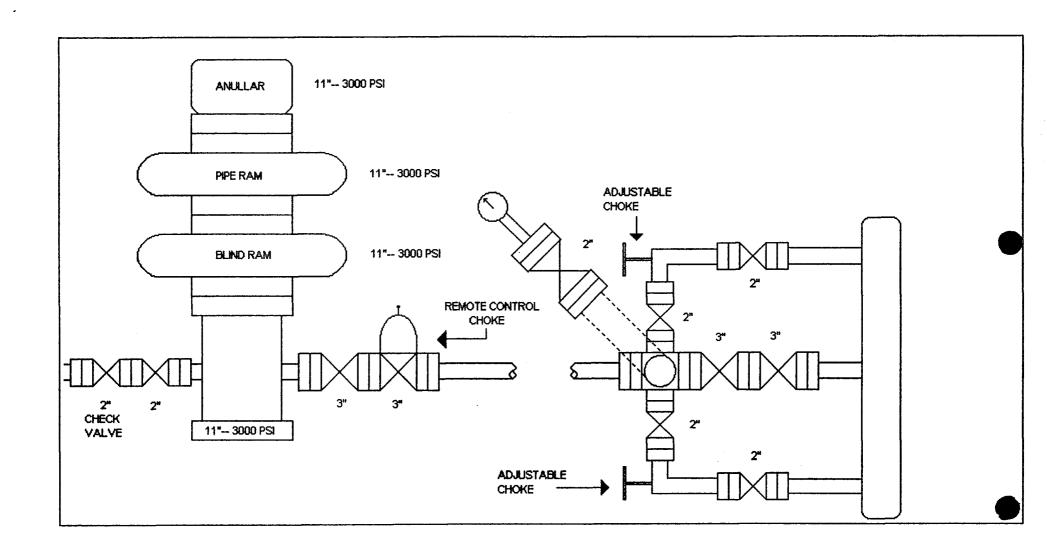
Statement of use of Hazardous Material

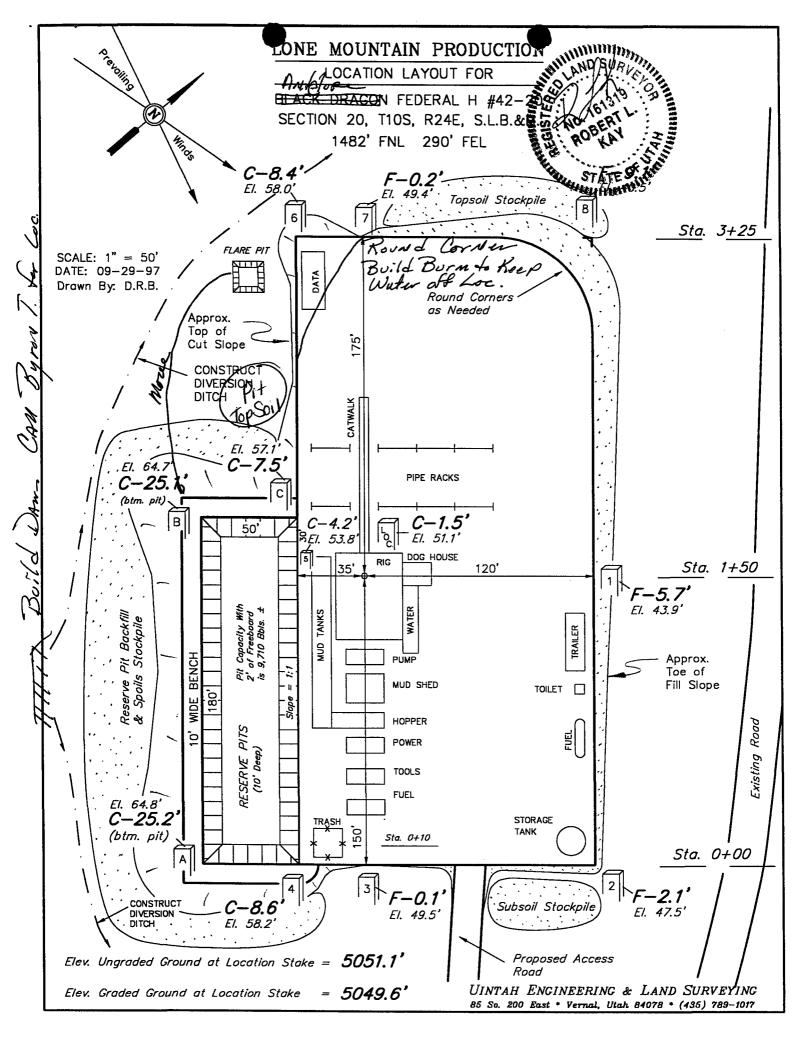
No chemical(s) from the EPA's Consolidated list of Chemicals subject to Reporting under Title III of the Superfund Amendments and Reauthorization, Act (SARA) of 1986. Will be used, produced, transported, stored, disposed, or associated with the proposed action, No extremely hazardous substances, as defined in 40 cfr 355, will be used, produced, stored, transported, disposed, or associated with the proposed action.

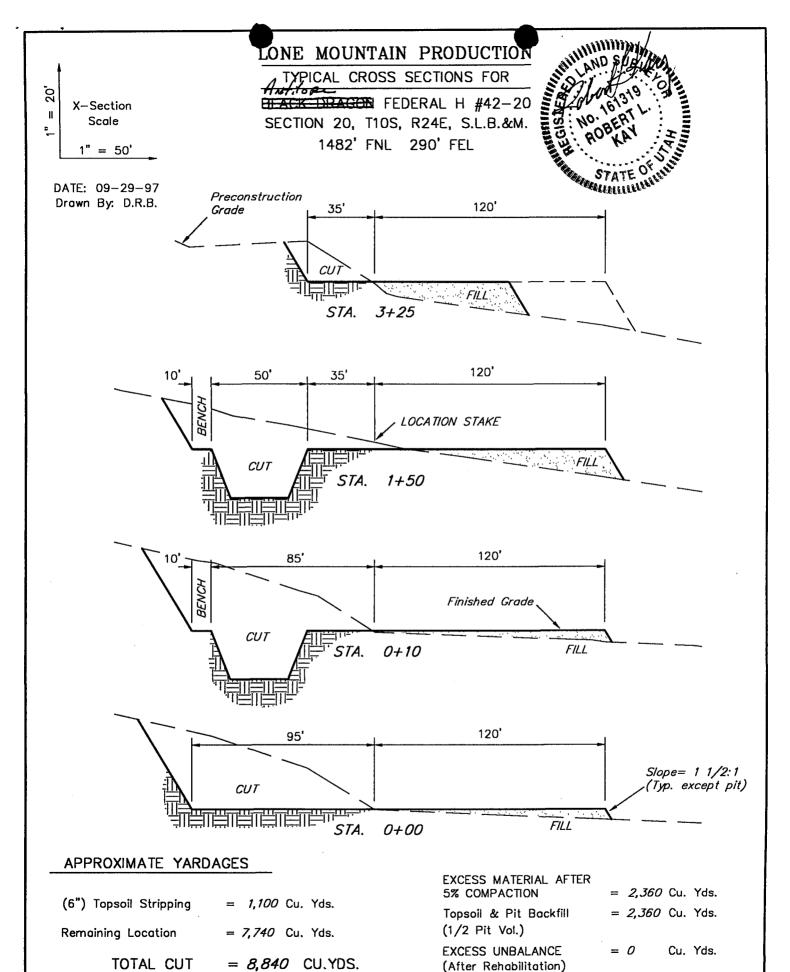
If you require additional information please contact:

William A Ryan Agent for Lone Mountain Production Company Rocky Mountain Consulting 350 S. 800 E. Vernal Utah, 84078

Telephone (435) 789-0968 office (435) 828-0968 cellular (435) 789-0970 fax



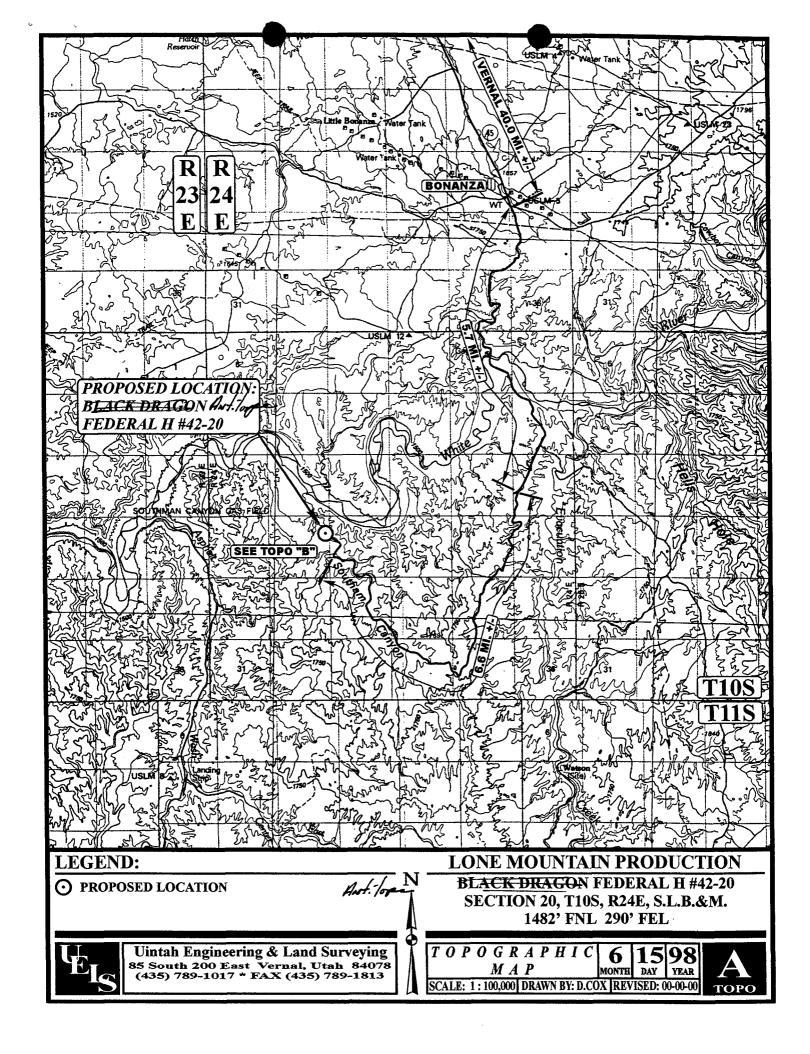


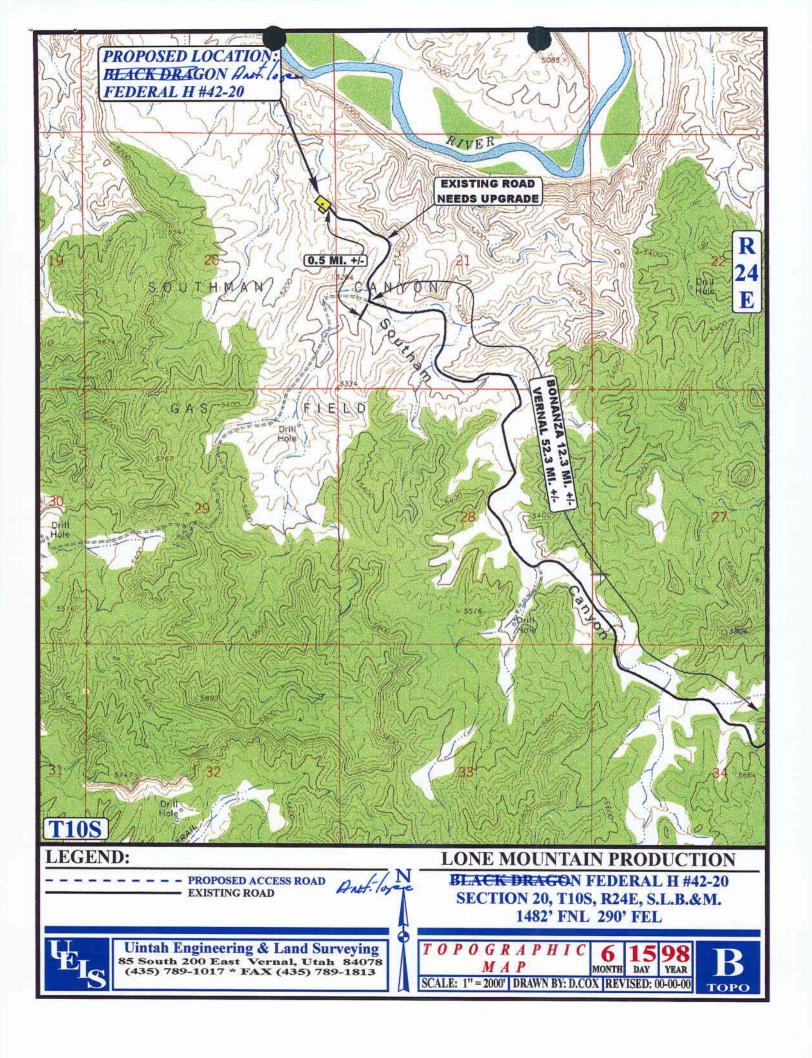


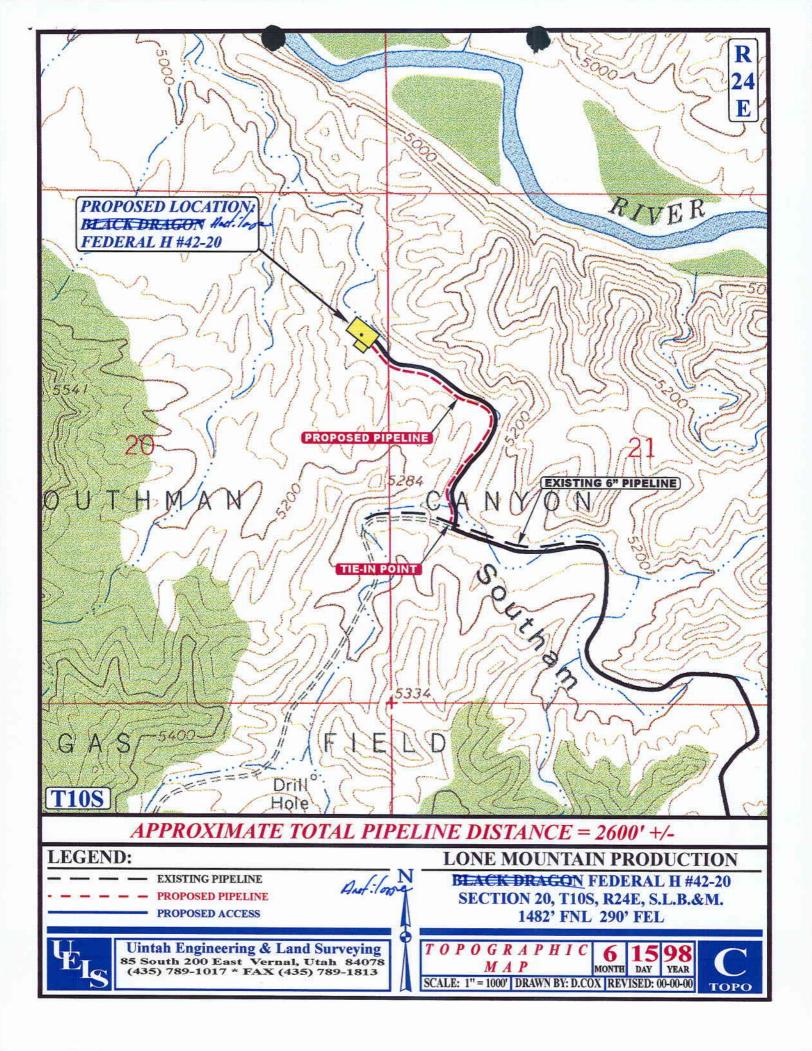
UINTAH ENGINEERING & LAND SURVEYING 85 So. 200 East * Vernal, Utah 84078 * (435) 789-1017

FILL

= 6,160 CU.YDS.







| APD RECEIVED: 08/11/98 | API NO. ASSIGNED: 43-047-33170 |
|--|--|
| WELL NAME: A FED H 42-20 OPERATOR: LONE MOUNTAIN PROD CO CONTACT: William Ryan (435) 789-0965 | |
| PROPOSED LOCATION: | INSPECT LOCATION BY: / / |
| SENE 20 - T10S - R24E SURFACE: 1482-FNL-0290-FEL BOTTOM: 1482-FNL-0290-FEL | TECH REVIEW Initials Date |
| UINTAH COUNTY NATURAL BUTTES FIELD (630) | Engineering |
| LEASE TYPE: FED | Geology |
| LEASE NUMBER: UTU-74480 SURFACE OWNER: Federal | Surface |
| PROPOSED FORMATION: WSTC | - |
| Plat Bond: Federal [] State[] Fee[] (No. 1070719) Potash (Y/N) N Oil Shale (Y/N) *190-5(B) Water Permit (No. Whik fiver (Imvitan bilsonike) RDCC Review (Y/N) (Date: NA St/Fee Surf Agreement (Y/N) | LOCATION AND SITING: R649-2-3. Unit Antelope R649-3-2. General R649-3-3. Exception */ y. Ext. 1/20 Drilling Unit Board Cause No: Date: |
| COMMENTS: X Not listed in 1998 Unit P. | O.D. (Blin added 8-17-98) |
| STIPULATIONS: (1) FEDERAL APP. | ROVAL |
| A CONTRACTOR OF THE CONTRACTOR | in the second |

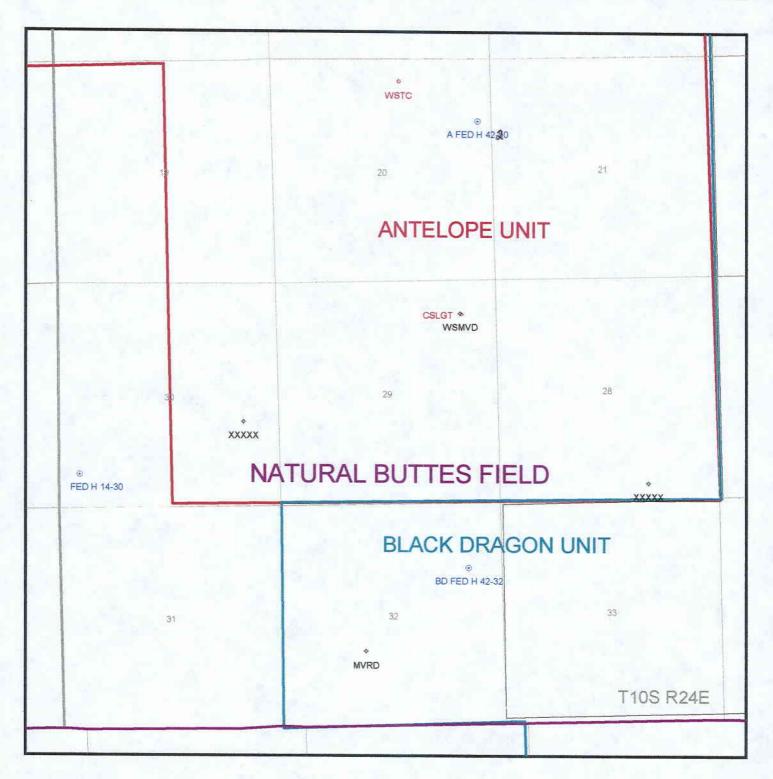


OPERATOR: LONE MOUNTAIN PRODUCTION (N7210)

FIELD: NATURAL BUTTES (630)

SEC. 20, 30, & 32, TWP 10S, RNG 24E

COUNTY: UINTAH UAC: R649-2-3 ANTELOPE UNIT SEC 20, BLACK DRAGON UNIT SEC 32, & R649-3-2 STATEWIDE SEC 30



United States Department of the Interior

BUREAU OF LAND MANAGEMENT Utah State Office P.O. Box 45155 Salt Lake City, Utah 84145-0155

IN REPLY REFER TO: 3160 (UT-922)

Memorandum

To:

Assistant District Manager Minerals, Vernal District

From:

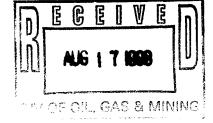
Michael Coulthard, Petroleum Engineer

Subject:

1998 Plan of Development Antelope Unit Uintah

County, Utah.

Pursuant to email between Lisha Cordova, Division of Oil, Gas and Mining, and Mickey Coulthard, Utah State Office, Bureau of Land Management. The following well(s) is/are planned for calendar year 1998 within the Antelope Unit, Uintah County, Utah.



API#

WELL NAME

LOCATION

43-047-33170 A FED H 42-20

1482-FNL-0290-FEL 20 10S 24E

This office has no objection to permitting the well(s) at this time.

/s/ Michael L. Coulthard

bcc:

File - Antelope Unit

Division of Oil Gas and Mining

Agr. Sec. Chron Fluid Chron

MCoulthard:mc:--

Michael O. Leavitt Governor Lowell P. Braxton Division Director

PO Box 145801 Salt Lake City, Utah 84114-5801 801-538-5340 801-359-3940 (Fax) 801-538-7223 (TDD)

August 19, 1998

Lone Mountain Production Company P.O. Box 3394 Billings, MT 59103

Re: A. Fed. H 42-20 Well, 1,482' FNL, 290' FEL, SE NE, Sec. 20, T. 10 S., R. 24 E., Uintah County, Utah

Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann. 40-6-1 et seq., Utah Administrative Code R649-3-1 et seq., and the attached Conditions of Approval, approval to drill the referenced well is granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-047-33170.

sincerely,

John R. Baza

Associate Director

lwp

Enclosures

cc: Uintah County Assessor

Bureau of Land Management, Vernal District Office

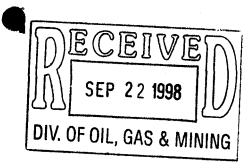
| Operator: | Lone Mountain Producing Company |
|-----------------------|---------------------------------|
| Well Name & Number: _ | A. Fed. H 42-20 |
| API Number: | 43-047-33170 |
| Lease: | UTU-74480 |
| Location: SE NE | Sec. 20 T. 10 S. R. 24 E. |

Conditions of Approval

- 1. General
 - Compliance with the requirements of Utah Admin. R. 649-1 et seq., the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for Permit to Drill.
- Notification Requirements
 Notify the Division within 24 hours prior to spudding the well. Contact Jim Thompson at (801)538-5336.

Notify the Division prior to commencing operations to plug and abandon the well. Contact Dan Jarvis at (801) 538-5338 or Robert Krueger at (801) 538-5274.

- 3. Reporting Requirements
 All required reports, forms and submittals shall be promptly
 filed with the Division, including but not limited to the
 Entity Action Form (Form 6), Report of Water Encountered
 During Drilling (Form 7), Weekly Progress Reports for
 drilling and completion operations, and Sundry Notices and
 Reports on Wells requesting approval of change of plans or
 other operational actions.
- 4. State approval of this well does not supersede the required federal approval which must be obtained prior to drilling.



SELF-CERTIFICATION STATEMENT

The following self-certification statement is provided per Federal requirements dated June 15, 1988.

Please be advised that Lone Mountain Prod., Co. are considered to be the operator of the following well.

B. D. Fed. H 42-20 43-047-33170 (A Fed. H 42-20) SE 1/4, NE 1/4, Section 20, T. 10 S., R. 24 E. Lease UTU-74480 Uintah County, Utah

Lone Mountain Prod., Co. is responsible under the terms and conditions of the lease for the operations conducted upon the lease lands.

Federal bond coverage is provided by bond number UT-0719

William A. Ryan

Agent

Rocky Mountain Consulting

350 S. 800 E.

Vernal UT 84078

435-789-0968 Office

435-828-0968 Cell

435-789-0970 Fax

Suite 925, 410 17th Street Denver, Colorado 80202

WRRM

November 11, 1998

Utah Division of Oil Gas and Mining 1594 West North Temple, Suite 1210 Post Office Box 145801 Salt Lake City, Utah 84114-5801

DIV. OF OIL, GAS & MINING

RE: Well Federal H 42-20 SE/NE, Section 20 T10S, R24E Lease No. UTU-74480

43-047-33170

Dear Sir or Madam:

Lone Mountain Production Company has requested a spacing exception for the subject well. The well is located 1482' FNL, 290' FEL in Section 20, T10S, R24E on lease UTU-74480

White River is the 100% holder of Lease UTU-74480 in Section 20, T10S, R24E. White River has no objection to the proposed location.

If you have any additional Questions please contact our Agent at the following address.

William A. Ryan **Rocky Mountain Consulting** 435-789-0968

Sincerely yours,

William A. Ryan

Agent

cc: WRRM

Telephone: (303) 628-1951 Fax: (303) 825-0321

| From 3160-3 | | | SUBMIT IN TRIPLIC | CATE* | | ************************************** |
|---|---|---|---|---|---|--|
| Yrolmoly 9MAR 121 | 999 DEPART | UNITED STA | TES | | | GNATION AND SERIAL NO. |
| ,ひ[| BUDEA | LICE LAND MAI | NAGEMENT | | | UTU-74480 |
| IV. OPBUÇANS | ON NA DIRVIÈE R | MIT TO DRIL | L, DEEPEN, OR F | LUG BACI | 6. IF INDIAN, AL | LOTTEE OR TRIBE NAME |
| DRILL B TYPE OF WELL | X | DEEPEN | PLUG BAC | к 🗌 | 7. UNIT AGREE | MENT NAME Antelope |
| OIL | GAS TELL X | OTHER | SINGLE MULTIPLE ZONE | x | 8. FARM OR LE | ASE NAME NA |
| 2. NAME OF OPERATOR | Mountain Prod | uction Comp | any | | 9. WELL NO. | A. Fed. H 42-20 |
| 3. ADDRESS OF OPERATO | | | | | 10. FIELD OR I | EASE NAME |
| 4. LOCATION OF WELL (Re | eport location clearly and in | | | | 11. Sec., T., R. AND SURVEY | |
| at surface At proposed prod. Zone | 1,704 | 142, 200 | | | | 0, T10S, R24E |
| 14. DISTANCE IN MILES A | | REST TOWN OR POST S south of Bo | | | 12. COUNTY C | OR PARISH 13. STATE |
| | POSED LOC. TO NEARES | PROP. OR LEASE 116 | S. NO. OF ACRES IN LEASE | 17. NO. OF | ACRES ASSIGNED | |
| LINE, FT. (Also to nearest of | | 290' | 480 | | 40 Y OR CABLE TOOL | |
| 16. DISTANCE FROM PRO TO NEAREST WELL, DRILL OR APPLIED FOR, ON THI | LING COMPLETED. | NA I | 5,500' | 20. ROTAR | Rotary | |
| 21. ELEVATION (SHOW W | | 5051' GR | | | 22. APPROX. | DATE WORK WILL START Sept. 1, 1998 |
| | - | PROPOSED CAS | ING AND CEMENT PROGR | | | |
| SIZE OF HOLE 12 1/4 | SIZE OF CASING 9 5/8 | WEIGHT PER FOOT | SETTING DEPTH 300 | | ITITY OF CEMENT | • ; |
| 12 1/4 | 1 3 3/0 | | | | | |
| 7 7/0 | | | | | | cover |
| 7 7/8 | 4 1/2 | 11.6 | T.D. | Cei | ment top to oil shale | cover |
| 7 7/8 | 4 1/2 Operator requirements see the | 11.6 ests permission attached 10 F | T.D. on to drill the subject Point and 13 Point Su | Cer the well. rface Use Pla | ment top to oil shale | cover |
| 7 7/8 | Operator require | 11.6 ests permission attached 10 F | T.D. | Cer the well. rface Use Pla | ment top to oil shale | cover |
| 7 7/8 | 4 1/2 Operator require If you require William Ryan | 11.6 ests permission attached 10 F | T.D. on to drill the subject Point and 13 Point Su | Cer the well. rface Use Pla ct: | ment top to oil shale | |
| 7 7/8 | Operator require lifyou require William Ryan 350 S., 800E. | 11.6 ests permission attached 10 F | T.D. on to drill the subject Point and 13 Point Su | Cer the well. rface Use Pla ct: | ment top to oil shale | VED |
| 7 7/8 | 4 1/2 Operator require If you require William Ryan | 11.6 ests permission attached 10 F | T.D. on to drill the subject Point and 13 Point Su | Cer the well. rface Use Pla ct: | ment top to oil shale in. | VED |
| IN ABOVE SPACE DESC productive zone. If propos blowout preventer program | Operator require Please see the If you require William Ryan 350 S., 800E. Vernal, Utah 435-789-0968 | ests permission attached 10 F | T.D. on to drill the subject Point and 13 Point Su | Cer the well. rface Use Pla ct: | ment top to oil shale | VED |
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| IN ABOVE SPACE DESC productive zone. If propos blowout preventer program 24 | Operator require Please see the If you require William Ryan 350 S., 800E. Vernal, Utah 435-789-0968 RIBE PROPOSED PROGRES is to drill or deepen direct in, if any. | ests permission attached 10 For additional informational, give pertinent data | T.D. on to drill the subject Point and 13 Point Substituting please contains and the subject Point and 13 Point Substituting please contains | Cer the well. rface Use Pla ct: | ment top to oil shale | VED 1998 |
| IN ABOVE SPACE DESC productive zone. If propos blowout preventer program 24 SIGNATURE | Operator require Please see the If you require William Ryan 350 S., 800E. Vernal, Utah 435-789-0968 | ests permission attached 10 For additional informational, give pertinent data | T.D. on to drill the subject Point and 13 Point Substraction please contains on the property of the property | Cer the well. rface Use Pla ct: | ment top to oil shale in. RECEI AUG 1 1 | VED 1998 |

COA's Page 1 of 8 Well: A. Fed. H 42-20

CONDITIONS OF APPROVAL APPLICATION FOR PERMIT TO DRILL

Company/Operator: Lone Mountain Production Co.

| Well Name & | Number: A. Fed. H 42-20 | |
|--|---|--|
| API Number: | 43-047-33170 | |
| Lease Number: <u>U-74480</u> | | |
| Location: SENE Sec. 20 T. 10 S R. 24 E | | |
| NOTIFICATION REQUIREMENTS | | |
| Location Construction - | at least forty-eight (48) hours prior to construction of location and access roads. | |
| Location Completion - | prior to moving on the drilling rig. | |
| Spud Notice - | at least twenty-four (24) hours prior to spudding the well. | |
| Casing String and - Cementing | at least twenty-four (24) hours prior to running casing and cementing all casing strings. | |
| BOP and Related - | at least twenty-four (24) hours prior to initiating pressure tests. | |

within five (5) business days after new well begins, or production

resumes after well has been off production for more than ninety

For more specific details on notification requirements, please check the Conditions of Approval for Notice to Drill and Surface Use Program.

(90) days.

Notice

Equipment Tests

First Production

COA's Page 2 of 8 Well: A. Fed. H 42-20

CONDITIONS OF APPROVAL FOR NOTICE TO DRILL

Approval of this application does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

All lease and/or unit operations will be conducted in such a manner that full compliance is made with applicable laws, regulations (43 CFR 3100), Onshore Oil and Gas Orders, and the approved plan of operations. The operator is fully responsible for the actions of his subcontractors. A copy of these conditions will be furnished to the field representative by the operator to insure compliance.

Be aware fire restrictions may be in effect when location is being constructed and/or when well is being drilled. Contact the appropriate Surface Management Agency for information.

A. DRILLING PROGRAM

1. <u>Estimated Depth at Which Oil, Gas, Water, or Other Mineral Bearing Zones are Expected to be Encountered</u>

Report <u>ALL</u> water shows and water-bearing sands to Tim Ingwell of this office **prior to setting the next casing string or requesting plugging orders.** Faxed copies of State of Utah form OGC-8-X are acceptable. If noticeable water flows are detected, submit to this office any water analyses conducted.

All usable water and prospectively valuable minerals (as described by BLM at onsite) encountered during drilling, will be recorded by depth and adequately protected. All oil and gas shows will be tested to determine commercial potential.

2. Pressure Control Equipment

The BOP and related equipment shall meet the minimum requirements of Onshore Oil and Gas Order No. 2 for equipment and testing requirements, procedures, etc., for a **3M** system and individual components shall be operable as designed. Chart recorders shall be used for all pressure tests.

Test charts, with individual test results identified, shall be maintained on location while drilling and shall be made available to a BLM representative upon request.

If an air compressor is on location and is being utilized to provide air for the drilling medium while drilling, the special drilling requirements in Onshore Oil and Gas Order No. 2, regarding air or gas drilling shall be adhered to. If a mist system is being utilized then the requirement for a deduster shall be waived.

COA's Page 3 of 8 Well: A. Fed. H 42-20

3. Casing Program and Auxiliary Equipment

If conductor pipe is set it will be cemented to surface. If drive pipe is used it will be pulled prior to cementing surface casing.

As a minimum, the usable water shall be isolated and/or protected by having a cement top for the production casing at least 200 ft. above the top of the Mahogany Oil Shale identified at <u>+</u> 826 ft.. If gilsonite is encountered while drilling, it shall be isolated and/or protected via the cementing program.

4. Mud Program and Circulating Medium

Hazardous substances specifically listed by the EPA as a hazardous waste or demonstrating a characteristic of a hazardous waste will not be used in drilling, testing, or completion operations.

No chromate additives will be used in the mud system on Federal and Indian lands without prior BLM approval to ensure adequate protection of fresh water aquifers.

5. Coring, Logging and Testing Program

Daily drilling and completion progress reports shall be submitted to this office on a weekly basis.

All Drill Stem tests (DST) shall be accomplished during daylight hours, unless specific approval to start during other hours is obtained from the AO. However, DSTs may be allowed to continue at night if the test was initiated during daylight hours and the rate of flow is stabilized and if adequate lighting is available (i.e., lighting which is adequate for visibility and vaporproof for safe operations). Packers can be released, but tripping should not begin before daylight unless prior approval is obtained from the AO.

A cement bond log (CBL) will be run from the production casing shoe to \pm 626 ft. and shall be utilized to determine the bond quality for the production casing. Submit a field copy of the CBL to this office.

Whether the well is completed as a dry hole or as a producer, "Well Completion and Recompletion Report and Log" (Form 3160-4) will be submitted not later than 30 days after completion of the well or after completion of operations being performed, in accordance with 43 CFR 3164. **One** copy of all logs, core descriptions, core analyses, well-test data, geologic summaries, sample description, and all other surveys or data obtained and compiled during the drilling, workover, and/or completion operations, will be filed with Form 3160-4. Samples (cuttings, fluids, and/or gases) will be submitted when requested by the AO.

COA's Page 4 of 8 Well: A. Fed. H 42-20

6. <u>Notifications of Operations</u>

No location will be constructed or moved, no well will be plugged, and no drilling or workover equipment will be removed from a well to be placed in a suspended status without prior approval of the AO. If operations are to be suspended, prior approval of the AO will be obtained and notification given before resumption of operations.

The Vernal District Office shall be notified, during regular work hours (7:45 a.m.-4:30 p.m., Monday through Friday except holidays), at least 24 hours **prior** to spudding the well.

Operator shall report production data to MMS pursuant to 30 CFR 216.5 using form MMS/3160.

<u>Immediate Report</u>: Spills, blowouts, fires, leaks, accidents, or any other unusual occurrences shall be promptly reported in accordance with the requirements of NTL-3A or its revision.

If a replacement rig is contemplated for completion operations, a "Sundry Notice" (Form 3160-5) to that effect will be filed, for prior approval of the AO, and all conditions of this approved plan are applicable during all operations conducted with the replacement rig.

The date on which production is commenced or resumed will be construed for oil wells as the date on which liquid hydrocarbons are first sold or shipped from a temporary storage facility, such as a test tank, and for which a run ticket is required to be generated or, the date on which liquid hydrocarbons are first produced into a permanent storage facility, whichever first occurs; and, for gas wells as the date on which associated liquid hydrocarbons are first sold or shipped from a temporary storage facility, such as a test tank, and for which a run ticket is required to be generated or, the date on which gas is first measured through permanent metering facilities, whichever first occurs.

Should the well be successfully completed for production, the AO will be notified when the well is placed in a producing status. Such notification will be sent by telegram or other written communication, not later than five (5) days following the date on which the well is placed on production.

Gas produced from this well may not be vented or flared beyond an initial authorized test period of 30 days or 50 MMCF following its completion, whichever occurs first, without the prior written approval of the Authorized Officer. Should gas be vented or flared without approval beyond the authorized test period, the operator may be directed to shut-in the well until the gas can be captured or approval to continue venting or flaring as uneconomic is granted and the operator shall be required to compensate the lessor for that portion of the gas vented or flared without approval which is determined to have been avoidably lost.

A schematic facilities diagram as required by 43 CFR 3162.7-5 (b.9. d.), and shall be submitted to the appropriate District Office within sixty (60) days of installation or first production, whichever occurs first. All site security regulations as specified in Onshore Oil & Gas Order No. 3 shall be adhered to. All product lines entering and leaving hydrocarbon storage tanks will be effectively sealed in accordance with 43 CFR 3162.7-5 (b. 4).

No well abandonment operations will be commenced without the prior approval of the AO. In the case of newly drilled dry holes or failures, and in emergency situations, oral approval will be obtained from the AO. A "Subsequent Report of Abandonment" Form 3160-5, will be filed with the AO within thirty (30) days following completion of the well for abandonment. This report will indicate where plugs were placed and the current status of surface restoration. Final abandonment will not be approved until the surface reclamation work required by the approved APD or approved abandonment notice has been completed to the satisfaction of the AO or his representative, or the appropriate Surface Managing Agency.

7. Other Information

All loading lines will be placed inside the berm surrounding the tank battery.

All off-lease storage, off-lease measurement, or commingling on-lease or off-lease will have prior written approval from the AO.

The oil and gas measurement facilities will be installed on the well location. The oil and gas meters will be calibrated in place prior to any deliveries. Tests for meter accuracy will be conducted following initial installation and at least quarterly thereafter. The AO will be provided with a date and time for the initial meter calibration and all future meter proving schedules. A copy of the meter calibration reports will be submitted to the Vernal District Office. All meter measurement facilities will conform with Onshore Oil & Gas Order No. 4 for liquid hydrocarbons and Onshore Oil & Gas Order No. 5 for natural gas measurement.

The use of materials under BLM jurisdiction will conform to 43 CFR 3610.2-3.

There will be no deviation from the proposed drilling and/or workover program without prior approval from the AO. Safe drilling and operating practices must be observed. All wells, whether drilling, producing, suspended, or abandoned will be identified in accordance with 43 CFR 3162.

"Sundry Notice and Report on Wells" (Form 3160-5) will be filed for approval for all changes of plans and other operations in accordance with 43 CFR 3162.3-2.

COA's Page 6 of 8 Well: A. Fed. H 42-20

Section 102(b)(3) of the Federal Oil and Gas Royalty Management Act of 1982, as implemented by the applicable provisions of the operating regulations at Title 43 CFR 3162.4-1(c), requires that "not later than the 5th business day after any well begins production on which royalty is due anywhere on a lease site or allocated to a lease site, or resumes production in the case of a well which has been off production for more than 90 days, the operator shall notify the authorized officer by letter or sundry notice, Form 3160-5, or orally to be followed by a letter or sundry notice, of the date on which such production has begun or resumed."

If you fail to comply with this requirement in the manner and time allowed, you shall be liable for a civil penalty of up to \$10,000 per violation for each day such violation continues, not to exceed a maximum of 20 days. See Section 109(c)(3) of the Federal Oil and Gas Royalty Management Act of 1982 and the implementing regulations at Title 43 CFR 3162.4-1(b)(5)(ii).

APD approval is valid for a period of one (1) year from the signature date. An extension period may be granted, if requested, prior to the expiration of the original approval period.

In the event after-hours approval or notification is necessary, please contact one of the following individuals:

| Wayne Bankert Petroleum Engineer | (435) 789-4170 |
|-------------------------------------|----------------|
| Ed Forsman Petroleum Engineer | (435) 789-7077 |
| Jerry Kenczka Petroleum Engineer | (435) 781-1190 |
| BLM FAX Machine | (435) 781-4410 |

COA's Page 7 of 8 Well: A. Fed. H 42-20

EPA'S LIST OF NONEXEMPT EXPLORATION AND PRODUCTION WASTES

While the following wastes are nonexempt, they are not necessarily hazardous.

Unused fracturing fluids or acids

Gas plant cooling tower cleaning wastes

Painting wastes

Oil and gas service company wastes, such as empty drums, drum rinsate, vacuum truck rinsate, sandblast media, painting wastes, spend solvents, spilled chemicals, and waste acids

Vacuum truck and drum rinsate from trucks and drums, transporting or containing nonexempt waste

Refinery wastes

Liquid and solid wastes generated by crude oil and tank bottom reclaimers

Used equipment lubrication oils

Waste compressor oil, filters, and blowdown

Used hydraulic fluids

Waste solvents

Waste in transportation pipeline-related pits

Caustic or acid cleaners

Boiler cleaning wastes

Boiler refractory bricks

Incinerator ash

Laboratory wastes

Sanitary wastes

Pesticide wastes

Radioactive tracer wastes

Drums, insulation and miscellaneous solids.

COA's Page 8 of 8 Well: A. Fed. H 42-20

SURFACE USE PROGRAM Conditions of Approval (COAs)

Access roads and surface disturbing activities will conform to standards outlined in the Bureau of Land Management and Forest Service publication: <u>Surface Operating Standards for Oil and Gas Exploration and Development</u>, (1989).

The road shall be constructed/upgraded to meet the standards of the anticipated traffic flow and all-weather road requirements. Construction/upgrading shall include ditching, draining, and crowning (2 to 3%). Graveling or capping the roadbed will be required as necessary to provide a well constructed safe road. Prior to construction/upgrading, the proposed road surface or existing road shall be cleared of any snow cover and allowed to dry completely. Traveling off the 30 foot right-of-way will not be allowed. Should mud holes develop, they shall be filled in to prevent detours. Road drainage crossings shall be of the typical dry creek drainage crossing type. Crossings shall be designed so they will not cause siltation or accumulation of debris in the drainage crossing nor shall the drainages be blocked by the roadbed. Erosion of drainage ditches by runoff water shall be prevented by diverting water off at frequent intervals by means of cutouts. Upgrading shall not be allowed during muddy conditions. When snow is removed from the road during the winter months, the snow shall be pushed outside of the burrow ditches and the turn outs shall be kept clear so that when the snow melts the water will be channeled away from the road.

- -The operator will control noxious weeds along rights-of-way for roads, pipelines, well sites, or other applicable facilities. A list of noxious weeds may be obtained from the BLM, or the appropriate County Extension Office. On BLM administered land it is required that a Pesticide Use Proposal shall be submitted, and given approval, prior to the application of herbicides or other pesticides or possible hazardous chemicals.
 - -Drilling rigs and/or equipment used during drilling operations on this well site will not be stacked or stored on Federal Lands after the conclusion of drilling operations or at any other time without BLM authorization. However, if BLM authorization is obtained, it is only a temporary measure to allow time to make arrangements for permanent storage on commercial facilities. (The BLM does not seek to compete with private industry. There are commercial facilities available for stacking and storing drilling rigs).
 - -Due to the presence of a raptor stick nest along the access road and within 1/2 of the well location, no construction or drilling activities will be allowed from Feb. 1 to July 15. Should the territory be unoccupied during 1999, construction could commence after May 31.
 - -All permanent structures constructed or installed on the well location will be painted Carlsbad Canyon instead of Juniper Green as mentioned in the APD.
 - -Once the reserve pit is dry, it shall be filled, recontoured, topsoil spread, seeded, and walked with a CAT to plant the seed. The same seed mix outlined in the APD shall be used. Once the topsoil is seeded it shall also be walked with a CAT to plant the seed.

Form 3160-5 (June 1990)

UNITED STATES DEPARTMENT OF THE INTERIOR

SUBMIT IN TRIPLICATE* (Other Instructions on reverse side)

Form Approved. Budget Bureau No. 1004-0135

BUREAU OF LAND MANAGEMENT

Expires: March 31, 1993

| BUREAU OF LAND MANAGEMENT | 5. LEASE DESIGNATION AND SERIAL NO. UTU-74480 |
|---|---|
| SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to deepen or reentry to a different reservoir. Use "APPLICATION FOR PERMIT—" for such proposals | 6. IF INDIAN, ALLOTEE OR TRIBE NAME |
| SUBMIT IN TRIPLICATE b. Type of well | 7. IF UNIT OR CA, AGREEMENT DESIGNATION Antelope |
| OIL GAS SINGLE MULTIPLE | 8. WELL NAME and No. Federal No. H 42-20 |
| Lone Mountain Production Company 3. ADDRESS OF OPERATOR | 9. API WELL NO. 43-047-33170 |
| P. O. Box 3394, Billings, Montana 59103 (406) 245-5077 4. LOCATION OF WELL (Footage, Sec, T., R., M., or Survey Description) | 10. Field and Pool, or Exploratory Area |
| 1482' FNL, 290' FEL Section 20-T10S-R24E (SENE) | 11. County or Parish, State Uintah County, Utah |
| 12. CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPO | RT, OR OTHER DATA |
| TYPE OF ACTION | CTION |
| Notice of Intent Abandonment | Change of Plans |
| Recompletion | New Construction |
| Subsequent Report Plugging Back | Non-Routine Fracturing |
| Final Abandonment Notice | Water Shut-Off |
| Altering Casing Other APD Extension | Conversion to Injection |
| (X) Valid AID Extension | Dispose of Water (Note: Report results of multiple completion on Well |
| Lone Mountain Production Company, as operator for White River Resource Method the extension of one year on the approved APD for the subject well. If additional information is needed please contact the following agent: | Aanagement Inc., requests |
| agent: | |
| Approved by the Rocky Mountain Consulting Utah Division of | RECEIVE |
| Oil, Gas and Mining Phone: (435) 789-0968 | FEB 17 2000 |
| By: COPY SENT TO OPERATOR Date: 2300 Initials: LIPO | DIVISION OF OIL, GAS AND MINING |
| 14. I hereby certify that the foregoing is true and correct. | |
| Signed: Title: President | Date: February 15, 2000 |
| This space for Federal or State office use) | |
| APPROVED BY: TITLE: CONDITIONS OF APPROVAL IF ANY | DATE: |
| Fittle 18 U.S.C. Section 1001, make it a crime for any person knowingly and willfully to make any depressed fittle in the statements of representations and the statements of representations are statements of the statements of representations and the statements of the statement | |

LONE MOUNTAIN PRODUCTION COMPANY

Mailing Address: P.O. Box 3394 Billings, MT 59103-3394 (406) 245-5077 FAX 248-6321 Shipping Address: 100 North 27th Street Suite 650 Billings, MT 59101

December 18, 2000

State of Utah Division of Oil, Gas & Mining 1594 West North Temple, Suite 1210 P. O. Box 145801 Salt Lake City, Utah 84114-5801

Attn: Jimmie Thompson

RE:

RESIGNATION OF OPERATOR

VARIOUS WELLS

UINTAH COUNTY, UTAH

Dear Mr. Thompson:

Please be advised Lone Mountain Production Company resigns as Operator of the attached list of wells in the referenced county, effective January 1, 2001.

All future correspondence should be directed to Dominion Exploration & Production Inc.,1450 Poydras Street, 8th Floor, New Orleans, Louisiana 70112-6000.

Should you have any questions or need further information, please contact our office at the letterhead address or phone number.

Sincerely,

LONE MOUNTAIN PRODUCTION COMPANY

ann D. Roulan

James G. Routson

President

attachment

RECEIVED

DEC 2 6 2000

DIVISION OF OIL GAS AND MINING

RESIGNATION OF OPERATOR LONE MOUNTAIN PRODUCTION COMPANY UINTAH COUNTY, UTAH

| Well Name | API No. |
|------------------------|--------------|
| Conoco State 32-2 | 43-047-30100 |
| Antelope Federal 20-02 | 43-047-32680 |
| Antelope Federal 1-29 | 43-047-32452 |
| Federal 12-11 | 43-047-32557 |
| Federal 21-27 | 43-047-32560 |
| Federal 22-22 | 43-047-32559 |
| Black Dragon 31-34 | 43-047-33019 |
| Federal 34-30 | 43-047-32558 |
| Federal 28-01 | 43-047-30098 |
| L. S. Federal 44-10 | 43-047-32681 |
| `End of Rainbow 21-01 | 43-047-31897 |
| State S 42-2 | 43-047-32940 |
| State M 42-2 | 43-047-33169 |
| State S 22-2 | 43-047-32845 |
| State G 22-32 | 43-047-33129 |
| State N 31-16 | 43-047-33175 |
| State Q 44-16 | 43-047-33176 |
| Federal L 44-31 | 43-047-33261 |
| Federal K 12-22 | 43-047-33299 |
| Federal H 41-28 | 43-047-33184 |
| Federal Q 44-15 | 43-047-33187 |
| Federal Q 24-22 | 43-047-33246 |
| Federal Q 22-15 | 43-047-33248 |
| Federal M 22-27 | 43-047-33253 |
| Federal R 44-9 | 43-047-33192 |
| Federal R 13-30 | 43-047-33188 |
| Federal M 44-29 | 43-047-33260 |
| Federal H 42-20 | 43-047-33170 |
| Federal M 42-22 | 43-047-33258 |
| Federal M 24-22 | 43-047-33255 |



DEC 2 6 2000

DIVISION OF OIL, GAS AND MINING

Dominion Exploration & Production, Inc.Four Greenspoint Plaza 16945 Northchase Drive, Suite 1750, Houston, TX 77060-2133



January 18, 2001

Mr. Ed Forsman
Dept. of the Interior
Bureau of Land Management
Vernal District Office
170 South 500 East
Vernal, UT 84078

RE: Extension for Drilling Permits

Dear Ed:

Dominion Expl. & Prod., Inc. recently acquired the wells listed below. The records supplied to us indicate a number of active permits are due to expire soon. Therefore, we respectfully request a one year extension for the following permits:

| Permit No. | Well Name | Location | Lease No. |
|--------------|-----------------|-----------------|-----------|
| 43-047-33170 | A. Fed. H 42-20 | Sec. 20-10S-24E | UTU-74480 |
| 43-047-33184 | A. Fed. H 41-28 | Sec. 28-10S-24E | UTU-66421 |
| 43-047-33299 | Fed. K 12-22 | Sec. 22-11S-21E | UTU-75098 |
| 43-047-33255 | Fed. M 24-22 | Sec. 22-11S-23E | UTU-66409 |
| 43-047-33258 | Fed. M 42-22 | Sec. 22-11S-23E | UTU-66409 |
| 43-047-33253 | Fed. M 22-27 | Sec. 27-11S-23E | UTU-66409 |
| 43-047-33260 | Fed. M 44-29 | Sec. 29-11S-23E | UTU-66409 |
| 43-047-33254 | Fed. N 24-17 | Sec. 17-11S-24E | UTU-73920 |
| 43-047-33168 | Fed. N 41-17 | Sec. 17-11S-24E | UTU-73920 |
| 43-047-33188 | Fed. R 13-30 | Sec. 30-12S-22E | UTU-65359 |
| 43-047-33263 | Fed. H 34-30 | Sec. 30-10S-24E | UTU-66421 |
| 43-047-33242 | Fed. K 23-22 | Sec. 22-11S-24E | UTU-75098 |
| 43-047-33257 | Fed. T 42-21 | Sec. 21-12S-24E | UTU-66425 |
| 43-047-33192 | Fed. R 44-9 | Sec. 9-12S-22E | UTU-73908 |

If you have any questions or require additional information, please contact me at (281) 873-3692.

Sincerely,

DOMINION EXPL. & PROD., INC.

Diann Flowers

E&P Regulatory Specialist

Cc: David Linger, Mitch Hall, Dick Easterwood, Well Files

Form 3160-5 (June 1990)

UNITED STATES DEPARTMENT OF THE INTERIOR

SUBMIT IN TRIPLICATE* (Other Instructions on reverse side)

Form Approved. Budget Bureau No. 1004-0135 Expires: March 31, 1993

OEIVE!

| BUREAU OF LAND I | | 5. LEASE DESIGNATION AND SERIAL NO. UTU-74480 |
|--|--|--|
| CUMPRY MOTICES AND | DEDODE ON WELL DEC 2 1 2009 | 6 IF INDIAN ALL OTTE OR TRIPE NAME |
| Do not use this form for proposals to drill or | D REPORTS ON WELLS 2 1 2009 to deepen or reentry to a different reservoir. | 6. IF INDIAN, ALLOTEE OR TRIBE NAME |
| Use "APPLICATION FOR P | ERMIT" for such proposals | |
| | TRIPLICATE | 7. IF UNIT OR CA, AGREEMENT DESIGNATION Antelope |
| b. TYPE OF WELL OIL GAS | SINGLE MULTIPLE | 8. WELL NAME and No. |
| WELL OTHER | ZONE ZONE | Federal No. H 42-20 |
| 2. NAME OF OPERATOR Lone Mountain Production Company | | 9. API WELL NO. 43-047-33170 |
| 3. ADDRESS OF OPERATOR | (100) 015 5055 | 10. Field and Pool, or Exploratory Area |
| P. O. Box 3394, Billings, Montana 59103 4. LOCATION OF WELL (Footage, Sec, T., R., M., or Survey Description) | (406) 245-5077 | 11. County or Parish, State |
| 1482' FNL, 290' FEL Section 20-T10S-R24 (SENE) | E | Uintah County, Utah |
| 12. CHECK APPROPRIATE BOX(s) TO IN | IDICATE NATURE OF NOTICE, REPORT | OR OTHER DATA |
| TYPE OF SUBMISSION | TYPE OF ACTI | |
| Notice of Intent | Abandonment | Change of Plans |
| | Recompletion | New Construction |
| Subsequent Report | Plugging Back | Non-Routine Fracturing |
| | Casing Repair | Water Shut-Off |
| Final Abandonment Notice | Altering Casing | Conversion to Injection |
| | Other APD Extension | Dispose of Water |
| 13. Describe the Proposed or Completed Operations (Clearly state all pertinent d | | (Note: Report results of multiple completion on Well Completion or Recompletion Report and Log Form) |
| an additional one year extension on th | • | nagement Inc., requests |
| If additional information is needed ple | ease contact the following: | |
| | Dave Koval White River Resources | |
| | Phone: (303) 628-1951 | Control of the Contro |
| | | CHMENT |
| | DENIE | • • |
| 14. I hereby certify that the foregoing is true and correct. | | |
| Signed: Jan Do Roma | Title: President | Date: December 15, 2000 |
| (This space for Federal or State office use) | | |
| APPROVED BY: Will A CONDITIONS OF APPROVAL IF ANY | Petroleum Engineer | DATE: GILIAIO |
| Title 18 U.S.C. Section 1001, make it a crime for any false, fictitious or fraudulent statements or representation | person knowingly and willfully to make any depart ons as to any matter within its jurisdiction. | ment or agency of the United States any |

*See Instructions of Reverse Side

Lone Mountain Production Co. APD Extension

Well: Federal H 42-20

Location:

SENE Sec. 20, T10S, R24E

Lease: UTU 74480

Reason For Denial

A one year extension for the referenced APD was granted on February 25, 2000 with the condition that there would be no further extensions granted. **This APD is valid until March 8, 2001**, no additional extension will be approved.

If you have any other questions concerning this matter, please contact Kirk Fleetwood or Ed Forsman of this office at (435) 781-4400.

As per 43 CFR 3165.3(b), you have the right to request a State Directors Review of this decision. Such request, including all supporting documentation must be filed in writing with the BLM Utah State Office (P.O. Box 45155 Salt Lake City, UT 84145) with in 20 days of the receipt of this notice.



Michael O. Leavitt Governor Kathleen Clarke Executive Director Lowell P. Braxton Division Director

1594 West North Temple, Suite 1210 PO Box 145801 Salt Lake City, Utah 84114-5801 801-538-5340 801-359-3940 (Fax) 801-538-7223 (TDD)

February 6, 2001

Diann Flowers
Dominion Exploration & Production, Inc.
Four Greenspoint Plaza
16945 Northchase Drive, Suite 1750
Houston, Texas 77060-2133

Re: Extension for Drilling Permits

In response to your letter dated January 18, 2001 (copy enclosed), whereby Dominion E&P Inc. (Dominion) requests a one-year extension for the Application's for Permit to Drill (APD's) listed below, please be advised of the following:

| API No. | Well Name | Location | Lease No. |
|---------------------|---------------------|-----------------|-----------|
| 43-047-33184 | A Fed H 41-28 | Sec. 28-10S-24E | UTU-66421 |
| APD rescinded by th | e Division December | r 3, 2000. | |

| 43-047-33168 | Fed N 41-17 | Sec. 17-11S-24E | UTU-73920 |
|----------------------|---------------------|-----------------|-----------|
| APD rescinded by the | Division December 7 | . 2000. | |

| 43-047-33254 | Fed N 24-17 | Sec. 17-11S-24E | UTU-73920 |
|--------------------|-----------------------|----------------------|-------------|
| BLM never approved | APD; the Division res | scinded APD December | r, 9, 2000. |

| 43-047-33257 | Fed T 42-21 | Sec. 21-12S-24E | UTU-66425 |
|--------------------|----------------------|----------------------|------------|
| BLM never approved | APD; the Division re | escinded APD Decembe | r 9, 2000. |

| 43-047-33192 | Fed R 44-9 | Sec. 9-T12S-22E | UTU-73908 |
|--------------------|-----------------------|---------------------------|------------|
| Well was spud on A | April 22, 1999;not ne | cessary to request an APD | extension. |

| / | 43-047-33170 | A Fed H 42-20 | Sec. 20-10S-24E | UTU-74480 |
|---|--------------------|-------------------------|--------------------------|---------------------------|
| | BLM denied APD | extension January 19, | 2001; permit expires Ma | rch 8, 2001; the Division |
| | will rescind APD u | ipon expiration date ur | nless drilling commences | |

Page 2 Dominion E&P Inc. February 6, 2001

API No. Well Name Location Lease No. 43-047-33299 Fed K 12-22 Sec. 22-11S-21E UTU-75098

BLM denied APD extension January 19, 2001; permit expires April 21, 2001; the Division will rescind APD upon expiration date unless drilling commences.

43-047-33255 Fed M 24-22 Sec. 22-11S-23E UTU-66409 BLM denied APD extension January 19, 2001; permit expired December 28, 2000; the Division rescinded the APD on February 2, 2001, effective December 28, 2000.

43-047-33258 Fed M 42-22 Sec. 22-11S-23E UTU-66409 BLM denied APD extension January 19, 2001; permit expired December 28, 2000; the Division rescinded the APD on February 2, 2001, effective December 28, 2000.

43-047-33253 Fed M 22-27 Sec. 27-11S-23E UTU-66409 BLM denied APD extension January 19, 2001; permit expired December 28, 2000; the Division rescinded the APD on February 2, 2001, effective December 28, 2000.

43-047-33260 Fed M 44-29 Sec. 29-11S-23E UTU-66409 BLM denied APD extension January 19, 2001; permit expired December 28, 2000; the Division rescinded the APD on February 2, 2001, effective December 28, 2000.

43-047-33188 Fed R 13-30 Sec. 30-12S-22E UTU-65359 BLM denied APD extension January 19, 2001; permit expires February 10, 2001; the Division will rescind APD upon expiration date unless drilling commences.

43-047-33263 Fed H 34-30 Sec. 30-10S-24E UTU-66421 BLM extended APD to April 22, 2001; the Division will rescind APD upon expiration date unless drilling commences.

43-047-33242 Fed K 23-22 Sec. 22-11S-24E UTU-75098 BLM extended APD to April 22, 2001; the Division will rescind APD upon expiration date unless drilling commences.

Page 3 Dominion E&P Inc. February 6, 2001

A new Application for Permit to Drill (APD) must be filed with this office for approval prior to the commencement of any future work on the rescinded locations stated above.

In addition, if any previously unreported operations have been performed on any of the rescinded locations, it is imperative that you notify the Division immediately.

Should you have any questions regarding this matter please call me at the number listed above.

Sincerely,

Lisha Cordova Eng. Technician

Enclosure(s)

cc: Well File(s)

Petroleum Information

Form 3160-5 (August 1999)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposal to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

| FORM APPROVED |
|---------------------------|
| OMB No. 1004-0135 |
| Expires November 30, 2000 |

| | Expires | Novem | er 30, |
|---|---------|-------|--------|
| _ | C | | |

| • | Lease | SCHAL | INO. | |
|---|-------|-------|------|--|
| | | | | |
| | | | | |

| | | Various | | | |
|---|-----------|------------------------|--|--|--|
| 5 | If Indian | Allottee or Tribe Name | | | |

| SUBMIT IN TRIPLICATE – Other instructions on reverse side | | | | | 7. If Unit | or CA/Agreem | ent, Name and/or No. | |
|--|--|--------------|------------------|-------------------|--|-----------------------------------|-----------------------------------|---|
| SOBJIIIII MAREOA | r±cineranstruction | is on rev | erse siu | 3 , | | | | 21.2 01.10. |
| 1. Type of Well | | | | | 8. Well Name and No. | | | |
| Oil Well Gas Well Other 2. Name of Operator | | | | | <u> </u> | | | |
| · | | | | | 9. API W | VAR | IOUS | |
| DOMINION EXPLORATION & PRODU 3a. Address | JCTION, INC. | 3b. Pl | none No. (inclu | de ar | ea code) | | | |
| 16945 Northchase Drive, Suite 1750 H | Houston TX 77060 | | (281) 8 | | · · | 10. Field | and Pool, or Ex | ploratory Area |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey De | | L | (201) | 313 | 3072 | | | |
| | | | | | | 11 Count | ty or Parish, Sta | ıte . |
| | | | | | UINTAH COUNTY, UTAH | | | |
| 12. CHECK APPROPR | IATE BOY(ES) TO INDIC | ATE NAT | LIDE OF N | OT | CE DEDORT | | | |
| | INTE BOX(EO) TO INDIC | AILNAI | ONE OF IN | | CE, KEFUKI, | OKUI | TER DATA | |
| TYPE OF SUBMISSION | | | TY | PE C | OF ACTION | | | |
| Notice of Intent | Acidize | Deepen | | | Production (Start/Re | sume) | Water Sl | hut-Off |
| | Alter Casing | Fracture 7 | reat . | | Reclamation | | Well Inte | egrity |
| Subsequent Report | Casing Repair | New Con | struction | | Recomplete | | | |
| | Change Plans | Plug and | Abandon | $\overline{\Box}$ | Temporarily Abando | on | Other | Change of |
| Final Abandonment Notice | Convert to Injection | Plug Back | : | $\bar{\Box}$ | Water Disposal | - | Operator | |
| | | | | | | _ | | |
| completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the final site is ready for final inspection.) Dominion Exploration & Production, Inc. has assumed operation of multiple leases from Lone Mountain Production Company, effective January 1, 2001. Bond coverage is provided by Dominion's nationwide BLM Bond No. 76S 63050 0330. Field operations will be handled out of Dominion's Roosevelt office. The contact person will be Mitch Hall. Dominion will assume responsibility under the terms and conditions of each lease for the operations conducted upon lease lands. The lease designation and serial numbers that are now operated by Dominion are as follows: UTU-65356; UTU-75098; UTU-66421; UTU-73440; UTU-66409; UTU-73908; UTU-65359; UTU-74480; UTU-66425; UTU-66422; U-66410; U-016257; U-54224 and UTU-69430. | | | | | | | | |
| 14. I hereby certify that the foregoing is true and correct | | | | | | UIL, | GAS AN | ID MINING |
| Name (Printed/Typed) DIANN FLOWERS | | Title | REGI | IT A | TORY SPECL | TZI IA | | |
| 0:1- 21 | <i>a</i> . | THE | 1000 | | TOKE BI BOD | TOIO I | | · |
| Signature MMM IWS/ | | Date | 02/17/ | VA SELECT | CONTROL STATE OF THE STATE OF T | ar post where a recognition where | Managaret III aku a zuuk suuskaan | APP NOT COME TO A SHEET WAY IN THE SECOND |
| THE STATE OF THE S | IIS SPAGE FOR FEDE | RAL OR | STATE | ЭFF | ICE USE | | | |
| Approved by | | Title | | | A CONTRACTOR OF THE CONTRACTOR | 2012/2017/09/2017 | D-4- | |
| Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that | | | | | - | | Date | : |
| the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon. | | | | | | | | |
| Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 12 fraudulent statements or representations as to any matter within | 212, make it a crime for any person in its jurisdiction. | knowingly an | d willfully to r | nake | to any department or | agency of t | the United State | es any false, fictitious or |



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Vernal District Office 170 South 500 East Vernal, Utah 84078-2799 http://www.blm.gov/utah/vernal

Phone: (801) 781-4400 Fax: (801) 781-4410

IN REPLY REFER TO: 3162.3 UT08300

February 26, 2001

Dominion Expl. & Prod., Inc. 16945 N Chase Dr., Ste. 1750 Houston, Texas 77060

Re:

Well No. Federal H 42-20 SENE, Sec. 20, T10S, R24E

Lease No. U-74480 Uintah County, Utah

Gentlemen:

This correspondence is in regard to the self-certification statement submitted requesting a change in operator for the referenced well. After a review by this office, the change in operator request is approved. Effective immediately, Dominion Expl. & Prod., Inc. is responsible for all operations performed on the referenced well. All liability will now fall under your bond, BLM Bond No. WY3322, for all operations conducted on the referenced well on the leased land.

If you have any other questions concerning this matter, please contact Leslie Crinklaw or Pat Sutton of this office at (801) 781-4400.

Sincerely,

Edwin I. Forsman Petroleum Engineer

cc: DOGM - Jim Thompson

Form 3160-5 (June 1990)

UNITED STATES DEPARTMENT OF THE INTERIOR

SUBMIT IN TRIPLICATE* (Other Instructions on reverse side)

Form Approved. Budget Bureau No. 1004-0135

Expires: March 31, 1993

OILIGAS 2000 MINING

| BUREAU OF LAND MANAGEMENT | 5. LEASE DESIGNATION AND SERIAL NO. UTU-74480 |
|---|---|
| SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to deepen or reentry to a different reservoir. Use "APPLICATION FOR PERMIT" for such proposals | 6. IF INDIAN, ALLOTEE OR TRIBE NAME |
| SUBMIT IN TRIPLICATE | 7. IF UNIT OR CA, AGREEMENT DESIGNATION Antelope |
| 1. TYPE OF WELL OIL GAS SINGLE MULTIPLE WELL WELL OTHER ZONE ZONE | 8. WELL NAME and No. Federal No. H 42-20 |
| 2. NAME OF OPERATOR Dominion Exploration & Production, Inc. | 9. API WELL NO. 43-047-33170 |
| 3. ADDRESS OF OPERATOR 1450 Poydras Street, 8 th Floor, New Orleans, Louisiana 80112-6000 | 10. Field and Pool, or Exploratory Area |
| 4. LOCATION OF WELL (Footage, Sec. T., R., M., or Survey Description) 1482' FNL, 290' FEL Section 20-T10S-R24E (SENE) | 11. County or Parish, State Uintah County, Utah |
| 12. CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OF | OTHER DATA |
| TYPE OF SUBMISSION TYPE OF ACTION | |
| Abandonment | Change of Plans New Construction Non-Routine Fracturing Water Shut-Off Conversion to Injection Dispose of Water te: Report results of multiple completion on Well |
| 13. Describe the Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed w locations and measured and true vertical depths for all markers and zones pertinent to this work.)* | npletion or Recompletion Report and Log Form) ork. If a well is directionally drilled, give subsurface |
| Dominion Exploration & Production, Inc. has assumed operation of the above reference January 1, 2001. The former operator was Lone Mountain Production Company. | aced well, effective |
| Bond coverage is provided by Dominion's Nationwide BLM Bond No. 76S630500330. Field operations will be handled by the Roosevelt office. The contact person is Mitch l | HAIL RECEIVED |
| | MAR 0 1 2001 |

14. I hereby certify that the foregoing is true and correct. Signed : Date: 12/20/00 Title: Agent, Attorney-in-fact for DEPI Donna J. Muller (This space for Federal or State office use) FEB 2 6 2001 Petroleum Engineer

Title 18 U.S.C. Section 1001, make it a crime for any person knowingly and willfully to make any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

Division of Oil, Gas and Mining

OPERATOR CHANGE WORKSHEET

ROUTING

| . GLH | 4-KAS |
|--------|--------|
| 2. CDW | 5-830V |
| R II.T | 6-ÉILE |

Enter date after each listed item is completed

X Change of Operator (Well Sold)

Designation of Agent

Operator Name Change (Only)

Merger

| The operator of the well(s) listed below has | s changed, effective: | 1/1/2001 | <u> </u> | | | | |
|--|--------------------------------|-------------------------|------------------------------|---------------|---------------------------------------|----------------|--|
| FROM: (Old Operator): | 1 | TO : (No | ew Operator): | | | | |
| LONE MOUNTAIN PRODUCTION COMPANY | | | ON EXPLORA | TION & PRO | ODUCTI | ON INC | |
| Address: P. O. BOX 3394 | | Address: | 1450 POYDI | RAS STREET | 8TH FL | OOR | |
| BILLINGS, MT 59103-3394 | | NEW OR | LEANS, LA 7 | 0112-6000 | | | |
| Phone: 1-(406)-245-5077 | | Phone: 1-(281)-873-3692 | | | | | |
| Account No. N7210 | | Account No. N1095 | | | | | |
| (| CA No. | Unit: | | | | | |
| WELL(S) | | | | | | | |
| NAME | API NO. | ENTITY NO. | SEC. TWN RNG | LEASE TYPE | WELL TYPE | WELL STATUS | |
| A FEDERAL H 42-20 | 43-047-33170 | 99999 | 20-10S-24E | | GW | APD | |
| ANTELOPE FEDERAL 20-02 | 43-047-32680 | 12103 | 20-10S-24E | FEDERAL | GW | S | |
| FEDERAL K 12-22 | 43-047-33299 | 99999 | 22-11S-24E | FEDERAL | | APD | |
| FEDERAL R 44-9 | 43-047-33192 | 99999 | 09-12S-22E | FEDERAL | GW | APD | |
| FEDERAL Q 44-15 | 43-047-33187 | 99999 | 15-12S-21E | FEDERAL | GW | APD | |
| | | | | | | | |
| OPERATOR CHANGES DOCUMENTAT | ION | | | | | | |
| (R649-8-10) Sundry or legal documentation was re- | | OFP operato | ur on: | 12/26/2000 | | | |
| 1. (RO1) of 10) Standing of legal documentation was to | secred from the Porty | iEK opcian | or on. | 12/20/2000 | | | |
| 2. (R649-8-10) Sundry or legal documentation was re | eceived from the NEW of | operator on: | | 01/01/2001 | · · · · · · · · · · · · · · · · · · · | | |
| 3. The new company has been checked through the D | epartment of Commer | ce, Divisio | n of Corporati | ons Databas | e on: | 03/01/200 | |
| 4. Is the new operator registered in the State of Utah: | YES | Business | Number: | 852894-014 | 3 | | |
| 5. If NO , the operator was contacted contacted on: | N/A | _ | | | | | |
| 6. Federal and Indian Lease Wells: The BI | M and or the BIA has | | d the (merge 1 02/26/2001 | r, name cha | ange, | | |

| 8. | Federal and Indian Communization Agreeme change for all wells listed involved in a CA on: | ents ("CA"): The BL | LM or the BIA has approved the operator | |
|-----|--|--|---|----|
| 9.1 | Underground Injection Control ("UIC") Prog: for the enhanced/secondary recovery unit/project for the w | | | t, |
| D | ATA ENTRY: | | A CONTRACT OF THE CONTRACT OF | |
| 1. | Changes entered in the Oil and Gas Database on: | 03/01/2001 | | |
| 2. | Changes have been entered on the Monthly Operator Cha | ange Spread Sheet on: | 03/01/2001 | |
| 3. | Bond information entered in RBDMS on: | N/A | | |
| 4. | Fee wells attached to bond in RBDMS on: | N/A | | |
| Si | TATE BOND VERIFICATION: | | | |
| 1. | State well(s) covered by Bond No.: | 76S63050361 | | |
| 2. | (R649-3-1) The NEW operator of any fee well(s) listed has The FORMER operator has requested a release of liability: The Division sent response by letter on: (R649-2-10) The FORMER operator of the Fee wells has b of their responsibility to notify all interest owners of this chell LMING : | from their bond on: N/A peen contacted and informe | N/A N/A ned by a letter from the Division N/A | |
| | All attachments to this form have been MICROFILMED of | on: 3-16-0 | | |
| | LING: ORIGINALS/COPIES of all attachments pertaining to each | h individual well have bee | en filled in each well file on: | |
| C | DMMENTS: | | | |
| _ | | | | |
| | | | | |
| | | | | |
| | | | | |
| | | | | |



Michael O. Leavitt Governor Kathleen Clarke Executive Director Lowell P. Braxton Division Director 801-538-7223 (TDD)

1594 West North Temple, Suite 1210 PO Box 145801 Salt Lake City, Utah 84114-5801 801-538-5340 801-359-3940 (Fax)

March 9, 2001

Diann Flowers Dominion Exploration & Production Inc. Four Greenspoint Plaza 16945 Northchase Drive, Suite 1750 Houston, Texas 77060-2133

Re: APD Rescinded – A Fed H 42-20, Sec. 20, T.10S, R.24E - Uintah County, Utah API No. 43-047-33170

Dear Ms. Flowers:

The Application for Permit to Drill (APD) for the subject well was approved by the Division of Oil, Gas and Mining (Division) on August 19, 1998. On February 22, 2000, Lone Mountain was granted a one-year APD extension. On January 29, 2001, the Division received an APD extension denial letter from the Bureau of Land Management, Vernal office, it stated that no further extensions would be granted and that the APD was valid until March 8, 2001. No drilling activity at this location has been reported to the division. Due to the excessive time delay in commencing drilling operations, approval to drill the well is hereby rescinded, effective March 8, 2001.

A new APD must be filed with this office for approval prior to the commencement of any future work on the subject location.

If any previously unreported operations have been performed on this well location, it is imperative that you notify the Division immediately.

Sincerely,

Lisha Cordova Eng. Technician

Well File cc:

Bureau of Land Management, Vernal



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Vernal Field Office 170 South 500 East Vernal, Utah 84078-2799 http://www.blm.gov/utah/vernal

Phone: (435) 781-4400 Fax: (435) 781-4410

IN REPLY REFER TO: 3160 UT08300

March 30, 2001

Dominion Expl. & Prod. Inc. 16945 Northchase Dr., Suite 1750 Houston, TX 77060

Re:

Notification of Expiration

Well No. H 42-20

SENE, Sec. 20, T10S, R24E

Lease No. U-74480 Uintah County, Utah

Gentlemen:

The Application for Permit to Drill the above-referenced well was approved on March 8, 1999. Lone Mountain Production Company requested an extension of the original APD approval for an additional year. The request was reviewed and the extension approved until March 8, 2001. According to our records, no known activity has transpired at the approved location. In view of the foregoing, this office is notifying you the approval of the referenced application has expired. If you intend to drill at this location at a future date, a new Application for Permit to Drill must be submitted.

This office requires a letter confirming that no surface disturbance has been made for this drill site. Any surface disturbance associated with the approved location of this well is to be rehabilitated. A schedule for this rehabilitation must be submitted to this office. Your cooperation in this matter is appreciated.

Sincerely,

Leslie Crinklaw

Legal Instruments Examiner

Leslie Crinklaw

cc: State Div. OG&M

1-File (LAI) by DOGM 3-8-01). 43-047-33170

DIVISION OF OIL, CAS AND MINING

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